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October 31, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 (Under Japanese GAAP)



Company name: NIPPON DENSETSU KOGYO CO., LTD.

Listing: Tokyo Stock Exchange

Securities code: 1950

URL: <https://www.densetsuko.co.jp/>

Representative: Kazushige Yasuda

, President and Representative Director

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Scheduled date to file semi-annual securities report: November 7, 2025

Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	78,419	3.7	2,721	703.0	3,607	247.5	2,831	895.2
September 30, 2024	75,625	6.5	338	5.3	1,038	17.6	284	(41.2)

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 7,701 million [-%]
For the six months ended September 30, 2024: ¥ (599) million [-%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	48.47	-
September 30, 2024	4.83	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	269,007	211,077	73.3
March 31, 2025	296,388	209,649	66.0

Reference: Equity

As of September 30, 2025: ¥ 197,230 million
As of March 31, 2025: ¥ 195,716 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	-	-	90.00	90.00
Fiscal year ending March 31, 2026	-	-			
Fiscal year ending March 31, 2026 (Forecast)			-	92.00	92.00

Note: Revisions to the forecast of cash dividends most recently announced: None

Note: Breakdown of the second quarter dividend for the fiscal year ending March 31, 2026 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	230,480	6.2	17,660	(1.5)	18,900	(2.6)	13,380	1.4	229.02

Note: Revisions to the financial result forecast most recently announced: None

* Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies()

Excluded: - companies()

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2025	61,537,219 shares
As of March 31, 2025	61,537,219 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2025	3,164,915 shares
As of March 31, 2025	2,865,085 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2025	58,423,557 shares
Six months ended September 30, 2024	58,971,838 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Semi-annual Consolidated Financial Statements and Primary Notes
Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	14,979	8,997
Notes receivable, accounts receivable from completed construction contracts and other	135,948	96,822
Electronically recorded monetary claims - operating	852	493
Securities	12,187	10,892
Costs on construction contracts in progress	4,517	10,336
Other	9,326	15,054
Allowance for doubtful accounts	(9)	(7)
Total current assets	177,804	142,587
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	25,993	25,632
Land	29,201	29,256
Other, net	6,396	7,193
Total property, plant and equipment	61,592	62,082
Intangible assets	6,254	5,701
Investments and other assets		
Investment securities	41,318	49,397
Deferred tax assets	3,049	2,840
Other	6,371	6,399
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	50,737	58,636
Total non-current assets	118,584	126,419
Total assets	296,388	269,007
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	35,564	19,304
Electronically recorded obligations - operating	6,718	5,822
Short-term borrowings	4,100	200
Income taxes payable	7,034	305
Advances received on construction contracts in progress	3,963	6,073
Provision for warranties for completed construction	51	49
Provision for loss on construction contracts	514	315
Provision for bonuses	8,607	4,864
Provision for bonuses for directors (and other officers)	104	13
Other	6,498	3,436
Total current liabilities	73,157	40,385
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	105	96
Retirement benefit liability	9,326	9,800
Provision for share awards	157	181
Other	3,991	7,465
Total non-current liabilities	13,581	17,544
Total liabilities	86,739	57,930

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Net assets		
Shareholders' equity		
Share capital	8,494	8,494
Capital surplus	7,595	7,595
Retained earnings	168,859	166,271
Treasury shares	(5,689)	(6,328)
Total shareholders' equity	179,259	176,032
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,720	17,850
Remeasurements of defined benefit plans	3,736	3,347
Total accumulated other comprehensive income	16,457	21,197
Non-controlling interests	13,933	13,847
Total net assets	209,649	211,077
Total liabilities and net assets	296,388	269,007

Semi-annual Consolidated Statements of Income and Comprehensive Income
Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Net sales of completed construction contracts	75,625	78,419
Cost of sales of completed construction contracts	67,995	68,013
Gross profit on completed construction contracts	7,629	10,405
Selling, general and administrative expenses	7,290	7,683
Operating profit	338	2,721
Non-operating income		
Interest income	33	105
Dividend income	588	741
Other	190	132
Total non-operating income	811	978
Non-operating expenses		
Interest expenses	0	3
Share of loss of entities accounted for using equity method	112	89
Total non-operating expenses	112	93
Ordinary profit	1,038	3,607
Extraordinary income		
Gain on sale of non-current assets	-	1
Gain on sale of investment securities	-	750
Total extraordinary income	-	751
Extraordinary losses		
Loss on sale and retirement of non-current assets	217	75
Total extraordinary losses	217	75
Profit before income taxes	820	4,283
Income taxes	366	1,370
Profit	453	2,912
Profit attributable to non-controlling interests	168	81
Profit attributable to owners of parent	284	2,831

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	453	2,912
Other comprehensive income		
Valuation difference on available-for-sale securities	(805)	5,147
Remeasurements of defined benefit plans, net of tax	(239)	(388)
Share of other comprehensive income of entities accounted for using equity method	(7)	30
Total other comprehensive income	(1,053)	4,789
Comprehensive income	(599)	7,701
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(761)	7,572
Comprehensive income attributable to non-controlling interests	161	129